



United States Department of the Interior

BUREAU OF LAND MANAGEMENT

Utah State Office
440 West 200 South, Suite 500
Salt Lake City, UT 84101
<http://www.blm.gov/ut/st/en.html>



IN REPLY REFER TO:
3504 / (UT-9223)
UTU-060749
UTU-0126940

FEB 21 2013

RECEIVED
FEB 25 2013
DIV. OF OIL, GAS & MINING

CERTIFIED MAIL – 7009 2820 0003 5745 9889
Return Receipt Requested

DECISION

American Gilsonite Company	:	Gilsonite Leases
29950 South Bonanza Highway	:	UTU-060749
Bonanza, Utah 84008	:	UTU-0126940

Personal Gilsonite Bonds Accepted
Backed by Negotiable Treasury Securities

On December 20, 2012, American Gilsonite Company furnished to this office satisfactory personal bonds and Powers of Attorney in the amounts of \$35,000.00, and \$44,000.00 which provides bond coverage for gilsonite leases UTU-060749 and UTU-0126940, respectively. U.S. Treasury Notes in the amount of \$35,000.00 and \$44,000.00 have been pledged with the Federal Reserve System to the account for the Bureau of Land Management, on December 13, 2012, for use in the case of default.

These documents have been examined and found to be satisfactory. The personal lease bonds are hereby accepted as of the date of procuring of the U. S. Treasury Notes.

The U.S. Treasury Notes have an interest rate of 1.75%, maturing on May 31, 2016. They will be retained for the Bureau of Land Management until (1) this office is satisfied there is no further need for the bonds, (2) satisfactory replacement bond coverage is furnished, or (3) the maturity date of the bonds. If the Treasury Notes are still in the accounts at the maturity date, they will be converted to cash deposits in this office's suspense account, without any further interest accruing, until a final determination is made as to whether the bonds are still needed.

If you have any further questions, please contact Bill Buge of this office at (801) 539-4086.

Roger L. Bankert
Roger L. Bankert
Chief, Branch of Minerals

cc: Vernal Field Office (UTG01)

National Operations Center, Attn: Colleen Noble, Billing and Collection Branch (BC-6),
P.O. Box 25047, Denver, CO 80225-0047

ONRR, MRM, Solid Minerals Staff, Attn: Patrick Mulcahy, MS390B2, Box 25165,
Denver, CO 80225-0165

Mr. John Baza, Director, UDOGM, Box 145801, Salt Lake City, Utah 84114-5801